



Nebraska Contract Permit Application for Nonresident Contractor

FORM
24A

• Read instructions on reverse side

PLEASE DO NOT WRITE IN THIS SPACE

Project Name	Project Location	For Department Use Only
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CONTRACTOR'S NAME AND MAILING ADDRESS			PROJECT OWNER'S NAME AND MAILING ADDRESS		
Name Doing Business As (DBA)			Project Owner's Name		
Legal Name					
Street or Other Mailing Address			Street or Other Mailing Address		
City	State	Zip Code	City	State	Zip Code
Nebraska Registration Number 32-		Federal Employer Identification Number		FOR DEPARTMENT USE ONLY	
Nebraska County Where Project is Located		Construction Start Date (mo/day/yr)	Estimated Completion Date (mo/day/yr)	<input type="checkbox"/> Dept. of Roads	
Type of Construction				<input type="checkbox"/> Multi-project - TCP \$ _____	
				<input type="checkbox"/> Single project bond amount \$ _____	
				<input type="checkbox"/> Other \$ _____	

Location of Contract Records for Audit Purposes

Street Address	City	State	Zip Code	Area Code & Telephone Number
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- 1 Is your company (check appropriate box): ☐ The Prime or General Contractor? ☐ A Nonresident Subcontractor?
- 2 If your company is the nonresident subcontractor making application for a contract permit, identify the prime or general contractor:

Name	Address	City	State	Zip Code	Area Code & Telephone Number(s)
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3 Your total contract amount **3** \$

4 Identify below for this project each:

- Nebraska resident subcontractor awarded a contract,
 - Registered and bonded nonresident subcontractor awarded a contract, and
 - Contract for less than \$2,500.
- Also, attach a list of nonresident subcontractors awarded a contract that are not yet registered and bonded with Nebraska.

Nebraska I.D. Number	Name, Address, City, State, Zip Code, AND Telephone Number (Print Legibly)	Contract Price Awarded
		\$

List additional entries on an attached sheet of paper.

5 Total contract amounts from line 4 **5** \$

6 Total amount for calculation of bond (line 3 minus line 5). **Complete Nebraska Tax Bond, Form 24B** **6**

7 Estimated cost of ALL construction materials purchased for this project **7**

8 Estimated cost of these construction materials which will be purchased in Nebraska for this project **8**

9 Approximate labor cost subject to Nebraska withholding. (See instructions. You are required to withhold and remit Nebraska income tax on all wages paid to all employees for work performed in Nebraska) **9**

10 Will you bring any employees who are **not** residents of Nebraska into this state for this project?

☐ YES ☐ NO If Yes, how many? _____

11 Will you be hiring any employees who are residents of Nebraska for this contract? ☐ YES ☐ NO If Yes, how many? _____

12 Approximate value of company equipment (trucks, graders, earthmovers, etc.) to be brought into Nebraska for this construction project **12** \$

13 Has this equipment (referred to in line 12) been assessed for property tax purposes in another state?

☐ YES ☐ NO If Yes, submit a notarized copy of assessment with this application.

**sign
here**

Under penalties of law, I declare that I have examined this application, and to the best of my knowledge and belief, it is correct and complete.

Authorized Signature

Title

Date

()
Telephone

Mail this application, **\$25 fee**, and acceptable security to: **NEBRASKA DEPT. OF REVENUE, P.O. BOX 98903, LINCOLN, NE 68509-8903**

Visit our Web site: **www.revenue.ne.gov** or call **1-800-742-7474** (toll free in NE and IA) or **1-402-471-5729**.

INSTRUCTIONS

WHO MUST FILE. All nonresident prime or general contractors and nonresident subcontractors must file a Nebraska Contract Permit Application for Nonresident Contractor, Form 24A, with acceptable security for **each** construction contract within the State of Nebraska awarded to his or her business. In addition, all nonresident prime or general contractors and each nonresident subcontractor must register his or her business with the Nebraska Department of Revenue by submitting a Nebraska Registration Application for Nonresident Contractor, Form 24.

WHEN AND WHERE TO FILE. This application must be filed prior to commencement of any construction activities within the state of Nebraska and is to be filed with the Nebraska Department of Revenue, P.O. Box 98903, Lincoln, Nebraska 68509-8903.

FEE. A \$25 payment must accompany this application. Make check or money order payable to the Nebraska Department of Revenue.

NONRESIDENT PRIME OR GENERAL CONTRACTOR. Nonresident prime or general contractors must file a bond or alternative security with the department for each contract to be performed in this state. The Nebraska Tax Bond, Form 24B, or alternative security must be submitted with the Form 24A.

NONRESIDENT SUBCONTRACTORS. Nonresident subcontractors who are awarded a contract for some or all of a project to be performed in Nebraska must file their own bond or alternative security with the department even though the nonresident prime or general contractor submitted the required bond or other security for the total contract amount. The required amount of each subcontractor's bond or alternative security is based on a percentage of the contract amount awarded to it.

SECURITY. The bond or alternative security amount that must be submitted with this application is to be computed on the amount shown on line 6. The security amount is based on a percentage of the total contract price of each project. The total contract price of each project can only be reduced by:

- ✓ Contracts awarded to Nebraska resident subcontractors;
- ✓ Contracts awarded to nonresident subcontractors who are properly registered and bonded with the Nebraska Department of Revenue for the amount of the total contract price that has been awarded to them; and
- ✓ Contracts for less than \$2,500.

SECURITY AMOUNT. The required security amount is ten percent of the contract price up to the first \$100,000, plus five percent of the contract price in excess of \$100,000, rounded to the nearest multiple of \$1,000. Security is not required for contracts of less than \$2,500. Contracts between \$2,500 and \$10,000 require security in the amount of \$1,000.

Bond Computation Example:

Total contract price		\$200,000
Amount awarded to a resident subcontractor	\$20,000	
Amount awarded to properly registered and bonded nonresident subcontractors	15,000	
Total of contracts less than \$2,500 (5 contracts)	<u>10,700</u>	
		<u>\$45,700</u>
Amount subject to bonding		\$154,300
Computation of bond amount:		
10% of \$100,000	\$10,000	
5% of \$54,300	<u>2,715</u>	
	\$12,715 (Round up to nearest \$1,000)	
Amount of contract bond		\$13,000

A multiple-project bond or alternative security may be issued for all contracts to be performed within a particular period of time. For a multiple-project bond, add the total contract prices of all construction contracts simultaneously being performed in this state during a specific period of time.

If the department determines at any time that the required security will not cover the tax liabilities involved, it may require the security to be increased.

ALTERNATIVE SECURITIES. Alternative securities include, but are not limited to, the following:

- Certificates of deposit or certified checks covering at least the length of time of the construction project and a sufficient period of time in which to file the required tax returns, issued by a bank doing business in this state and insured by the Federal Deposit Insurance Corporation, in amounts not exceeding the federally insured amount and in the total amount specified by the department.
- Investment certificates or share accounts issued by a savings and loan association doing business in this state and insured by the Federal Savings and Loan Insurance Corporation, in amounts not exceeding the federally insured amount and in the total amount specified by the department.

The ownership of securities other than a surety bond must indicate "Nebraska Department of Revenue or" and the contractor's name. Securities indicating the "Nebraska Department of Revenue and" with the contractor's name as owners will not be accepted.

Alternative security may be retained for up to three years after completion of the project. This insures security in the event of liability determined to be due as a result of an audit.

SPECIFIC INSTRUCTIONS

LINE 9. Nebraska income tax must be deducted and remitted on wages paid to all employees working in Nebraska. This includes nonresident employees subject to federal withholding who are working in this state.

For additional information, please refer to the Nebraska Nonresident Contractor Program Information Guide.

AUTHORIZED SIGNATURE. This application must be signed by the owner, partner, corporate officer, or other individual authorized to sign by a power of attorney either attached or on file with the Nebraska Department of Revenue.